

DAILY MARKETS OVERVIEW

1 OCTOBER 2018

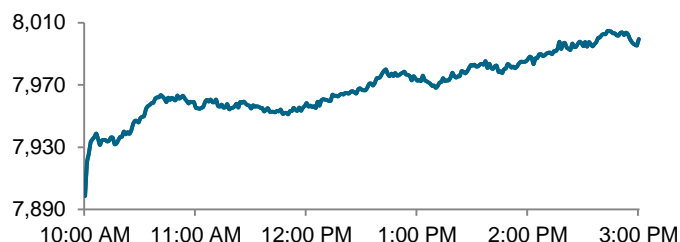
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,000	1.3	1.3	10.7	17.3
Saudi (NOMU)	2,575	-0.8	-0.8	-18.0	8.5
Energy	4,994	2.0	2.0	16.7	16.7
Materials	5,764	1.6	1.6	14.1	18.0
Capital Goods	3,618	0.1	0.1	-16.6	NA
Com. & Prof. Svc	4,315	1.3	1.3	2.6	18.5
Transportation	3,711	0.1	0.1	-7.5	22.5
Cons. Durables & Apparel	3,666	0.8	0.8	-11.5	NA
Consumer Services	3,244	0.5	0.5	-12.0	18.2
Media	12,127	2.3	2.3	56.8	NA
Retailing	6,256	-0.5	-0.5	11.1	23.7
Food & Staples Retailing	5,861	0.8	0.8	4.5	43.0
Food & Beverages	4,090	0.7	0.7	-16.5	26.0
Health Care Equipment	3,915	0.4	0.4	-11.9	18.5
Pharma, Biotech & Life Science	4,129	0.6	0.6	4.0	26.4
Banks	7,055	1.6	1.6	28.2	12.7
Diversified Financials	3,507	0.3	0.3	-13.0	NA
Insurance	3,879	0.4	0.4	-17.9	31.7
Telecommunication	5,196	1.4	1.4	22.2	16.5
Utilities	3,526	0.3	0.3	-22.7	NA
REITs	3,682	-0.3	-0.3	-20.5	NA
Real Estate	3,535	0.1	0.1	-24.7	28.9

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Nama Chemicals Co.	26.70	9.3%	50.6
Methanol Chemicals Co.	12.24	5.9%	111.1
Saudi Printing & Packaging Co.	17.02	5.3%	13.2
National Medical Care Co.	45.70	5.1%	8.4
Saudi Industrial Investment Group	27.35	3.6%	25.9

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Halwani Bros. Co.	1-Oct-18
Al-Jouf Agricultural Development Co.	1-Oct-18
Tabuk Cement Co.	4-Oct-18
Aseer Trading, Tourism and Manufacturing Co.	7-Oct-18
Saudi Industrial Export Co.	9-Oct-18
Al Alamiya for Cooperative Insurance Co.	10-Oct-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 1, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 1.3% higher at 8,000 while NOMU ended 0.8% lower at 2,575 on Sunday. TASI traded value totaled SAR 2.9bn and averaged SAR 2.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 43.6% of the daily traded value.
- Both Banks and Materials ended 1.6% higher. Telecom closed 1.4% higher. Media (up 2.3%) was the best performer. Among stocks, Nama Chemicals Co. (2210/NAMA AB), Methanol Chemicals Co. (2001/CHEMANOL AB), and Saudi Printing & Packaging Co. (4270/SPPC AB) led the gainers.
- The General Authority for Statistics (GASTAT) revealed that KSA's GDP grew by 1.6% Y/Y in 2Q18. The authority added that the overall economy grew, despite the marginal decline in some economic activities such as petroleum refining, electricity, gas, water, and construction during the period. (Source: Zawya)
- The Minister of Finance stated the country's deficit narrowed by SAR 31bn Y/Y to SAR 41.7bn in H1 2018, despite a 26% increase in expenses. He added that the country's fiscal strategy has helped reduce the budget deficit, and is supporting public finances and medium-term economic growth. (Source: Argaam)
- The Ministry of Finance revealed that the country plans to increase spending next year to boost growth and reduce unemployment. Public spending is estimated to reach SAR 1.1tn (USD 295bn) in 2019, SAR 100bn (USD 26.7bn) more than the government projected last year. (Source: Arabian Business)
- The Saudi Arabian Monetary Authority (SAMA) revealed the KSA's foreign reserves remained unchanged M/M at SAR 574bn (USD 154bn) in August 2018. (Source: Argaam)
- SAMA stated that point-of-sale (POS) transactions in KSA rose by 14% Y/Y to SAR 19.2bn (USD 5.1bn) in August from SAR 16.9bn (USD 4.5bn) a year earlier. (Source: Argaam)
- Tabuk Agriculture Development Co. (6040/TAACO AB) stated that results of the negotiations to buy ASTRA Food Co.'s agriculture business would be revealed before October 31, 2018. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Swicorp Wabel Reit Fund	9.07	-4.5%	0.3
Allied Cooperative Insurance Group	16.14	-4.2%	1.8
Wataniya Insurance Co.	24.98	-2.8%	4.3
Bawan Co.	14.16	-2.5%	8.7
AXA Cooperative Insurance Co.	20.90	-2.2%	3.0

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	125.40	1.5%	464
Alinma Bank	21.52	1.8%	353
Saudi Kayan Petrochemical Co.	16.88	2.6%	189
Al Rajhi Bank	87.90	2.0%	128
Methanol Chemicals Co.	12.24	5.9%	111

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,835	0.3	0.3	-15.9	7.5
Abu Dhabi (ADX)	4,935	-0.3	-0.3	12.2	13.1
Kuwait (KSE)	5,182	-0.6	-0.6	1.1	16.1
Qatar (QE)	9,813	0.3	0.3	15.1	14.5
Oman (MSM)	4,544	0.4	0.4	-10.9	11.1
Bahrain (BSE)	1,339	-0.7	-0.7	0.5	9.1
DJMENA Index	565	0.7	0.7	7.3	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,914	0.0	-0.5	9.0	21.1
US (NASDAQ 100)	8,046	0.1	0.7	16.6	45.2
UK (FTSE 100)	7,510	-0.5	0.3	-2.3	16.7
Germany (DAX)	12,247	-1.5	-1.5	-5.2	14.6
France (CAC 40)	5,493	-0.9	0.8	4.3	17.6
Russia (MICEX)	2,475	0.0	2.0	17.3	6.6
Japan (Nikkei)	24,120	1.4	1.0	6.0	17.3
Hong Kong (HSI)	27,789	0.3	-0.6	-7.1	10.5
South Korea (KOSPI)	2,343	-0.5	0.2	-5.0	NA
China (SHCOMP)	2,821	1.1	0.9	-14.7	13.2
India (NIFTY)	10,930	-0.4	-1.9	3.8	23.1
Brazil (IBOV)	79,342	-0.8	-0.1	3.8	NA
Turkey (BIST 100)	99,957	-0.3	2.0	-13.3	7.5
Egypt (EGX30)	14,632	0.0	3.9	-2.6	13.3
MSCI Emerging Markets	1,048	-0.3	-0.3	-9.5	12.6
MSCI World	2,184	-0.2	-0.7	3.8	18.8

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	82.7	1.2	5.0	23.7	42.9
Natural Gas (\$/mmbtu)	3.0	-1.6	1.0	7.2	-0.6
Gold (\$/oz)	1,193	0.8	-0.5	-8.7	-7.0
Silver (\$/oz)	14.7	3.1	2.9	-13.8	-12.4
Platinum (\$/oz)	817	0.8	-1.3	-12.2	-11.3
Copper (\$/t)	6,264	1.3	-1.8	-13.1	-2.0
Zinc (\$/t)	2,659	5.2	6.4	-20.3	-15.6
Lead (\$/mt)	2,002	1.4	0.3	-19.8	-18.6
Wheat (\$/bu)	509	-0.8	-2.4	9.3	-5.1
Corn (\$/bu)	356	-2.3	-0.3	-7.2	-10.7
Sugar (\$/lb)	11.2	2.7	-4.1	-26.4	-26.2

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.40	0.00	0.70	0.00
Saudi Arabia	2.72	0.01	0.82	0.32
UAE	2.45	-0.25	0.65	0.05
Kuwait	2.06	0.06	0.19	-0.34
Qatar	2.75	0.07	0.11	0.36
Bahrain	3.73	0.00	1.00	1.33

Source: Reuters

NOTES: (1) Prices updated as of October 1, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China and Hong Kong are closed for trading. Japan is up 0.4% while South Korea is down 0.3%. India is trading 0.5% lower in the morning session.
- GCC markets ended mixed on Sunday. Dubai gained 0.3% while Abu Dhabi closed 0.3% lower. Kuwait declined 0.6% while Qatar gained 0.3%. Oman ended 0.4% higher while Bahrain closed 0.7% lower.
- The UAE approved a budget of USD 16.4bn (AED60.2bn) for 2019, an increase of 18% Y/Y. The Cabinet stated that 42.3% of the budget for the next year was allocated to community development programs, 17% to the education system, and 7.3% to develop the health sector and provide medical services. (Source: Arabian Business)
- According to the Central Bank of Oman (CBO), total credit at commercial banks in the country stood at OMR20.9bn (USD 54.3bn) by the end of June 2018, compared with OMR20.1bn (USD 52.2bn) during June 2017, an increase of 4.1% Y/Y. (Source: Gulf Base)
- The United Arab Bank (UAB UH) and Invest Bank (INVESTB UH) denied reports that they are currently holding talks for a three-way merger with the Bank of Sharjah (BOS UH). (Source: Zawya)
- Dubai Land Department (DLD) revealed that Dubai's real estate market attracted nearly 9,500 new investors who made a total investment of more than AED 19bn (USD 5.2bn) during the period from January 1 to August 31, 2018. (Source: GulfBase)
- Austria-based OMV (OMVAV) stated that it commenced production at Abu Dhabi's offshore Umm Lulu and SARB (Satah Al Razboot) fields. (Source: Trade Arabia)
- UAE's Emirates National Oil Company (ENOC) inked an agreement with BALUCO GmbH, under which BALUCO becomes a key distributor of ENOC's marine lubricants in Germany, The Netherlands and Belgium, boosting the group's lubricants presence in the three fast-growing European markets. (Source: Zawya)
- UAE's Azizi Developments revealed it is set to deliver nine major projects across prestigious locations in Dubai over a period starting from now until 2025. (Source: Trade Arabia)
- UAE's Deyaar Development (DEYAAR UH) appointed Condor Building Contracting as the main contractor for its 18-storeyed residential project, Bella Rose, launched recently in Dubai Production City. The construction works have already started and the project would be delivered by December 2020. (Source: Trade Arabia)
- Japan's Composite PMI for September 2018 (prior: 52.0) will be announced tomorrow. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended September 28 (prior: 1.9mn barrels) will be announced on October 3. (Source: Econoday)
- US jobless claims for the week ended September 29 (prior: 214K; consensus: 210K) will be announced October 4. (Source: Econoday)



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